SUBSIDIES

Notifications Pursuant to Article XVI:1

Addendum

AUSTRIA 1

Milk

I. Nature and extent of subsidy

(a) Background and authority

In the course of efforts undertaken to abolish State subsidies, consumers have to pay a higher milk price as of 1 January 1967. The State contribution to the milk price has been reduced by a corresponding extent.

(b) Incidence

(iii) In 1966 the overall price support out of budgetary funds was S 1,222 million. For 1967 this amount has been cut down by S 475 million to S 747 million.

The additional financial burden for the consumer is shown in the table below, which is a supplement to the data given in document L/2601/Add.6.

<table>
<thead>
<tr>
<th>Total of price increases since 1 May 1956</th>
<th>Covered by State subsidies (budget funds) since 1 January 1967</th>
<th>Increase in consumer price since 1 January 1967</th>
</tr>
</thead>
<tbody>
<tr>
<td>90 groschen (¢)/litre</td>
<td>%</td>
<td>%</td>
</tr>
<tr>
<td></td>
<td>groschen</td>
<td>groschen</td>
</tr>
<tr>
<td></td>
<td>47.82</td>
<td>52.18</td>
</tr>
<tr>
<td></td>
<td>43.04</td>
<td>46.96</td>
</tr>
</tbody>
</table>

1For previous notification see L/2601/Add.6
In this connexion, the State subsidy was reduced from 64.37 Austrian groschen per litre to 43.04 Austrian groschen. Accordingly, out of a total price increase of 90 Austrian groschen per litre, the consumer has to pay 46.96 Austrian groschen per litre starting as of 1 January 1967 instead of 25.63 Austrian groschen as formerly.

**Bread grain**

I. **Nature and extent of subsidy**

(a) **Background and authority**

In the course of efforts undertaken to eliminate the State subsidies the price support for bread grain has been substantially reduced as of 1 January 1967 and the consumer price for dark bread and milling products has been increased accordingly.

(d) **Amount per unit**

The amount of price support per unit (see document L/2601/Add.6) has been changed as follows:

- for wheat: S 17/100 kgs. instead of S 52/100 kgs.
- for rye: S 20/100 kgs. instead of S 55/100 kgs.